

ABB Ltd Interim Consolidated Income Statements (unaudited)

	Three months ended	
<i>(\$ in millions, except per share data in \$)</i>	Mar. 31, 2013	Mar. 31, 2012
Sales of products	8'191	7'423
Sales of services	1'524	1'484
Total revenues	9'715	8'907
Cost of products	(5'910)	(5'263)
Cost of services	(954)	(954)
Total cost of sales	(6'864)	(6'217)
Gross profit	2'851	2'690
Selling, general and administrative expenses	(1'449)	(1'322)
Non-order related research and development expenses	(361)	(346)
Other income (expense), net	11	26
Earnings before interest and taxes	1'052	1'048
Interest and dividend income	18	19
Interest and other finance expense	(97)	(57)
Income from continuing operations before taxes	973	1'010
Provision for taxes	(277)	(298)
Income from continuing operations, net of tax	696	712
Income (loss) from discontinued operations, net of tax	(4)	-
Net income	692	712
Net income attributable to noncontrolling interests	(28)	(27)
Net income attributable to ABB	664	685
 Amounts attributable to ABB shareholders:		
Income from continuing operations, net of tax	668	685
Net income	664	685
 Basic earnings per share attributable to ABB shareholders:		
Income from continuing operations, net of tax	0.29	0.30
Net income	0.29	0.30
 Diluted earnings per share attributable to ABB shareholders:		
Income from continuing operations, net of tax	0.29	0.30
Net income	0.29	0.30
 Weighted-average number of shares outstanding (in millions) used to compute:		
Basic earnings per share attributable to ABB shareholders	2'296	2'292
Diluted earnings per share attributable to ABB shareholders	2'303	2'294

See Notes to the Interim Consolidated Financial Information

ABB Ltd Interim Condensed Consolidated Statements of Comprehensive Income (unaudited)

(\$ in millions)	Three months ended	
	Mar. 31, 2013	Mar. 31, 2012
Total comprehensive income, net of tax	309	1'142
Total comprehensive income attributable to noncontrolling interests, net of tax	(26)	(35)
Total comprehensive income attributable to ABB shareholders, net of tax	283	1'107

See Notes to the Interim Consolidated Financial Information

ABB Ltd Interim Consolidated Balance Sheets (unaudited)

(\$ in millions, except share data)	Mar. 31, 2013	Dec. 31, 2012
Cash and equivalents	5'455	6'875
Marketable securities and short-term investments	1'591	1'606
Receivables, net	11'941	11'575
Inventories, net	6'267	6'182
Prepaid expenses	322	311
Deferred taxes	887	869
Other current assets	483	584
Total current assets	26'946	28'002
Property, plant and equipment, net	5'820	5'947
Goodwill	10'157	10'226
Other intangible assets, net	3'366	3'501
Prepaid pension and other employee benefits	69	71
Investments in equity-accounted companies	211	213
Deferred taxes	361	334
Other non-current assets	771	776
Total assets	47'701	49'070
Accounts payable, trade	4'705	4'992
Billings in excess of sales	1'920	2'035
Employee and other payables	1'372	1'449
Short-term debt and current maturities of long-term debt	1'683	2'537
Advances from customers	2'002	1'937
Deferred taxes	319	270
Provisions for warranties	1'242	1'291
Provisions and other current liabilities	2'364	2'367
Accrued expenses	1'878	2'096
Total current liabilities	17'485	18'974
Long-term debt	7'430	7'534
Pension and other employee benefits	2'220	2'290
Deferred taxes	1'280	1'260
Other non-current liabilities	1'545	1'566
Total liabilities	29'960	31'624
Commitments and contingencies		
Stockholders' equity:		
Capital stock and additional paid-in capital (2,314,743,264 issued shares at March 31, 2013, and December 31, 2012)	1'688	1'691
Retained earnings	18'730	18'066
Accumulated other comprehensive loss	(2'904)	(2'523)
Treasury stock, at cost (18,345,908 and 18,793,989 shares at March 31, 2013, and December 31, 2012, respectively)	(320)	(328)
Total ABB stockholders' equity	17'194	16'906
Noncontrolling interests	547	540
Total stockholders' equity	17'741	17'446
Total liabilities and stockholders' equity	47'701	49'070

See Notes to the Interim Consolidated Financial Information

ABB Ltd Interim Consolidated Statements of Cash Flows (unaudited)

	Three months ended	
(\$ in millions)	Mar. 31, 2013	Mar. 31, 2012
Operating activities:		
Net income	692	712
<i>Adjustments to reconcile net income to net cash used in operating activities:</i>		
Depreciation and amortization	321	253
Pension and other employee benefits	(11)	(17)
Deferred taxes	4	39
Net gain from sale of property, plant and equipment	(9)	(3)
Loss from equity-accounted companies, net	-	4
Other	14	25
<i>Changes in operating assets and liabilities:</i>		
Trade receivables, net	(504)	(74)
Inventories, net	(248)	(388)
Trade payables	(197)	(184)
Billings in excess of sales	(71)	120
Provisions, net	(28)	(157)
Advances from customers	75	101
Other assets and liabilities, net	(261)	(453)
Net cash used in operating activities	(223)	(22)
Investing activities:		
Purchases of marketable securities (available-for-sale)	(173)	(876)
Purchases of short-term investments	(5)	(25)
Purchases of property, plant and equipment and intangible assets	(216)	(236)
Acquisition of businesses (net of cash acquired) and changes in cost and equity investments	(26)	(196)
Proceeds from sales of marketable securities (available-for-sale)	116	21
Proceeds from short-term investments	32	2
Other investing activities	46	(11)
Net cash used in investing activities	(226)	(1'321)
Financing activities:		
Net changes in debt with original maturities of 90 days or less	(507)	91
Increase in debt	215	2'172
Repayment of debt	(523)	(185)
Delivery of shares	1	46
Acquisition of noncontrolling interests	(1)	-
Dividends paid to noncontrolling shareholders	(15)	(8)
Other financing activities	(3)	15
Net cash provided by (used in) financing activities	(833)	2'131
Effects of exchange rate changes on cash and equivalents	(138)	144
Net change in cash and equivalents - continuing operations	(1'420)	932
Cash and equivalents, beginning of period	6'875	4'819
Cash and equivalents, end of period	5'455	5'751
Supplementary disclosure of cash flow information:		
Interest paid	28	24
Taxes paid	331	341

See Notes to the Interim Consolidated Financial Information

ABB Ltd Interim Consolidated Statements of Changes in Stockholders' Equity (unaudited)

(\$ in millions)	Accumulated other comprehensive loss											
	Capital stock and additional paid-in capital	Retained earnings	Foreign currency translation adjustments	Unrealized gains (losses) on available-for-sale securities	Pension and other postretirement plan adjustments	Unrealized gains (losses) of cash flow hedge derivatives	Total accumulated other comprehensive loss	Treasury stock	Total ABB stockholders' equity	Noncontrolling interests	Total stockholders' equity	
Balance at January 1, 2012	1'621	16'988	(968)	20	(1'472)	12	(2'408)	(424)	15'777	559	16'336	
Comprehensive income:												
Net income		685							685	27	712	
Foreign currency translation adjustments (net of tax of Effect of change in fair value of available-for-sale securities (net of tax of \$0)			433				433		433	8	441	
Unrecognized income (expense) related to pensions and other postretirement plans (net of tax of \$6)				(1)			(1)		(1)		(1)	
Change in derivatives qualifying as cash flow hedges (net of tax of \$(9))					(35)		(35)		(35)		(35)	
						25	25		25		25	
Total comprehensive income									1'107	35	1'142	
Changes in noncontrolling interests									-	3	3	
Dividends paid to noncontrolling shareholders									-	(18)	(18)	
Share-based payment arrangements	13								13		13	
Delivery of shares	(5)							51	46		46	
Other	2								2		2	
Balance at March 31, 2012	1'631	17'673	(535)	19	(1'507)	37	(1'986)	(373)	16'945	579	17'524	

(\$ in millions)	Accumulated other comprehensive loss											
	Capital stock and additional paid-in capital	Retained earnings	Foreign currency translation adjustments	Unrealized gains (losses) on available-for-sale securities	Pension and other postretirement plan adjustments	Unrealized gains (losses) of cash flow hedge derivatives	Total accumulated other comprehensive loss	Treasury stock	Total ABB stockholders' equity	Noncontrolling interests	Total stockholders' equity	
Balance at January 1, 2013	1'691	18'066	(580)	24	(2'004)	37	(2'523)	(328)	16'906	540	17'446	
Comprehensive income:												
Net income		664							664	28	692	
Foreign currency translation adjustments (net of tax of Effect of change in fair value of available-for-sale securities (net of tax of \$1)			(475)				(475)		(475)	(3)	(478)	
Unrecognized income (expense) related to pensions and other postretirement plans (net of tax of \$(26))				(6)			(6)		(6)		(6)	
Change in derivatives qualifying as cash flow hedges (net of tax of \$(2))					90		90		90	1	91	
						10	10		10		10	
Total comprehensive income									283	26	309	
Changes in noncontrolling interests	(11)								(11)	7	(4)	
Dividends paid to noncontrolling shareholders									-	(26)	(26)	
Share-based payment arrangements	14								14		14	
Delivery of shares	(7)							8	1		1	
Other	1								1		1	
Balance at March 31, 2013	1'688	18'730	(1'055)	18	(1'914)	47	(2'904)	(320)	17'194	547	17'741	

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